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50X1-HUM

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heavy sections in the DDR. Bids were solicited	50X1-HUM
for a 850-er two-high mill	JOX 1-1 IOW
The existing shortage caused the Hauptabteilung letallurgie to	50X1-HUM
request the plans for and the construction of, a heavy section mill in the	
DDR. On this problem the full support of SAC Krupp-Gruson, Magdeburg will	
be necessary. The idea of purchasing an 850-er two-high mill had to be	
abandoned because it required an ILGNER-Aggregat", which could not be obtained	!
in the DDR. It was, therefore, agreed to limit the 1951 capital construction	
program, as far as the section-iron mill was concerned, to a 750-er or 800-er	
three-high mill. Krarer stated that there was a possibility of constructing.	
in the DDR, a rectifier plant for the conversion of alternating current to	
direct current so that the speed of the three-high mill could be regulated.	
In order to avoid the use of large power units, which are not available in the	
DDR, it was agreed that the first stage would be driven by a 3,000 kw motor	
and the second and third stages by a 2,000 km motor.	

- 5. It is unlikely that the payments for the cogging mill and the semi-finishedproducts mill can be made It was agreed to dispense 50X1-HUM with the payments for the latter and to use the funds allocated for this purpose for the cogging mill in order, as far as possible, to insure the delivery of this very important mill which is designed to roll five-ton ingots for sheet billets, billets and sections and 8 to 9 ton heavy ingots for heavy, pre-rolled slab-blooms.
- Until the cogging mill starts operating, the section-iron mill will be fed directly with two-ton crude slabs.
- 7. Therefore, the 1951 capital construction program has been submitted as of 6 November to provide for the erection of six Siemens-Vartin furnaces, the cogging mill and a three-stage 800-er three-high mill, the first stage serving as a slab-stage.
- The reduction of the capital investment funds from the planned 60 million DM(Ost) to 46.5 million, has led to a severe curtailment of the former 1951 plans. Electrical equipment, cranes, buildings, machines and tools have been limited to the absolute minimum. Any further reduction in the investment appropriation might jeopardize either the procurement of the cogging mill or the production of the three-high mill.

If the costs of production in the DDR are 50X1-HUM higher than the figures quoted there is a risk that these funds will be insufficient for the production of the mills, 50X1-HUM

9. The chill-mould-foundry capacity will be limited to half the 24,000 tons originally planned for 1951, and, on the basis of the 2.5 million DM allocated for this project, the mechanization of the plant had to be cancelled.

Eisenhüttenkombinat Ost, Fuerstenberg/Oder

10. The planned capital expenditure on Eisenhütten-Kombinat Ost over the period 1950-1955 is as follows:

			DM(Ost) Total per year
1950	Construction of subordinate plant	and buildings	5,000,000
<u>1951</u>	Subordinate plant and buildings: Chill-mould foundry: Blast furnaces:	29,400,000 10,000,000 13,600,000	53,000,000
1952	Subordinate plate and buildings: Rolling-mill plant: Steel works: Blast furnaces:	80,000,000 38,000,000 70,000,000 13,600,000	201,600,000

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	•		DM(Ost) Total per year
<u>1953</u>	Subordinate plant and buildings: Steel foundry: Rolling-mill plant: Steel works: Blast furnaces:	80,000,000 30,000,000 22,000,000 20,000,000 13,600,000	165,600,000
<u>1954</u>	Subordinate plant and buildings: Pressing and forging shop: Rolling-mill plant: Blast furnaces:	90,000,000 40,000,000 13,000,000 13,600,000	156,600,000
1955	Subordinate plant and buildings: Pressing and forging shop: Rolling-mill plant:	45,000,000 40,000,000 18,000,000	103,000,000
		Total	684.800.000

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